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SEC FILE NUMBER
8-66657

## Washington DC 416 FORM

#### ANNUAL AUDITED REPORT FORM X-17A-5 PART III

#### **FACING PAGE**

Information Required of Brokers and Dealers Pursuant to Section 17 of the Securities Exchange Act of 1934 and Rule 17a-5 Thereunder

REPORT FOR THE PERIOD BEGINNING	01/01/15	AND ENDING_	12/31/15
	MM/DD/YY		MM/DD/YY
A. RE	GISTRANT IDENTIFIC	CATION	
NAME OF BROKER-DEALER: Sequence	e Financial Specialists, LLO	0	OFFICIAL USE ONLY
ADDRESS OF PRINCIPAL PLACE OF BU	SINESS: (Do not use P.O. B	ox No.)	FIRM I.D. NO.
40 Calhoun Street, Suite 330			
	(No. and Street)		
Charleston	SC		29401
(City)	(State)	· · · · · · · · · · · · · · · · · · ·	(Zip Code)
NAME AND TELEPHONE NUMBER OF F W. Michael Grady 843-319		EGARD TO THIS R	
			(Area Code – Telephone Number
B. ACC	COUNTANT IDENTIFI	CATION	
INDEPENDENT PUBLIC ACCOUNTANT  Glaser + Company CPAs	whose opinion is contained in	n this Report*	
,	(Name - if individual, state last, f.	irst, middle name)	
1040 Anna Knapp Blvd	Mt. Pleasant	SC	29464
(Address)	(City)	(State)	(Zip Code)
CHECK ONE:			
Certified Public Accountant			
☐ Public Accountant			
☐ Accountant not resident in Ur	nited States or any of its posse	essions.	
	FOR OFFICIAL USE O	NLY	
L			

<sup>\*</sup>Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)



#### OATH OR AFFIRMATION

I,	W	. Michael Grady			, swear (or affirm) that, to the best of
my	kno	wledge and belief the accompanying financial stat			and supporting schedules pertaining to the firm of
of_	D	December 31	20_1	15	, as are true and correct. I further swear (or affirm) that
nei	ther				r or director has any proprietary interest in any account
clas	ssifie	ed solely as that of a customer, except as follows:			
		WARTER JONNES	Allas	-	Whichaef Cly
	_\	EXPIRES 2/24/2025  ARY PURILLY OF THE CARRIENT	WWW. WHITE	-	Principal & Senior Managing Director  Title
Thi 图图图图图图图图图图图图图图图图图图图图图图图图图图图图图图图图图图图图	(a) (b) (c) (d) (e) (f) (g) (h) (i)	Facing Page. Statement of Financial Condition. Statement of Income (Loss). Statement of Changes in Financial Condition. Statement of Changes in Stockholders' Equity or Statement of Changes in Liabilities Subordinated Computation of Net Capital. Computation for Determination of Reserve Requi	to ( rem l Re	Clai nent equi	ms of Creditors. s Pursuant to Rule 15c3-3.
	(k) (l) (m)	Computation for Determination of the Reserve Re A Reconciliation between the audited and unaudi consolidation.  An Oath or Affirmation.  A copy of the SIPC Supplemental Report.	equi ted	iren Sta	

<sup>\*\*</sup>For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

#### SEQUENCE FINANCIAL SPECIALISTS LLC CHARLESTON, SOUTH CAROLINA

AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

#### SEQUENCE FINANCIAL SPECIALISTS LLC AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

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#### REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Members Sequence Financial Specialists LLC Charleston, South Carolina

We have audited the accompanying statement of financial condition of Sequence Financial Specialists LLC as of December 31, 2015, and the related statements of income, changes in members' equity, and cash flows for the year then ended, and the related notes to the financial statements. These financial statements are the responsibility of Sequence Financial Specialists LLC's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Sequence Financial Specialists LLC as of December 31, 2015, and the results of its operations and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

The supplemental schedules I to IV on pages 9 to 13 have been subjected to audit procedures performed in conjunction with the audit of Sequence Financial Specialists LLC's financial statements. The supplemental information is the responsibility of Sequence Financial Specialists LLC's management. Our audit procedures included determining whether the supplemental information reconciles to the financial statements or the underlying accounting and other records, as applicable, and performing procedures to test the completeness and accuracy of the information presented in the supplemental information. In forming our opinion on the supplemental information, we evaluated whether the supplemental information, including its form and content, is presented in conformity with 17 C.F.R. §240.17a-5. In our opinion, supplemental schedules I to IV on pages 9 to 13 are fairly stated, in all material respects, in relation to the financial statements as a whole.

Glaser and Company, LLC Mt. Pleasant, South Carolina

Gleser and Company LLC

February 24, 2016

#### SEQUENCE FINANCIAL SPECIALISTS LLC STATEMENT OF FINANCIAL CONDITION DECEMBER 31, 2015

#### **ASSETS**

Cash and cash equivalents Other assets Accounts receivable, net of allowance of \$328,486 Property and equipment, net of accumulated depreciation of \$18,082	\$ 826,233 14,157 55,026 2,797	
Total Assets	\$ 898,213	
LIABILITIES AND MEMBER'S EQUITY		
LIABILITIES: Accounts payable	\$ 19,608	
Accrued expenses	 3,493	
Total Liabilities	23,101	
MEMBERS' EQUITY:		
Membership Interest	875,112	
Total Liabilities and Member's Equity	\$ 898,213	

#### SEQUENCE FINANCIAL SPECIALISTS LLC STATEMENT OF INCOME FOR THE YEAR ENDED DECEMBER 31, 2015

REVENUES:	
Commissions	\$ 1,964,710
Management and advisory fees	221,468_
	2,186,178
EXPENSES:	
Direct client expenses	454,416
Contract labor	111,692
Occupancy	36,495
Regulatory fees	68,472
Office	10,267
Communications	2,743
Professional fees	15,495
Insurance	1,034
Bad debts	138,386
Advertising and marketing	14,544
Travel and entertainment	16,669
Other expenses	10,106
	880,319
Income from operations	1,305,859
Other Income	
Interest income	58_
Total other income	58
Net Income	\$ 1,305,917

#### SEQUENCE FINANCIAL SPECIALISTS LLC STATEMENT OF CHANGES IN MEMBERS' EQUITY FOR THE YEAR ENDED DECEMBER 31, 2015

Members' Equity, Beginning of Year	\$ 314,195
Net Income	1,305,917
Members' Contributions	35,000
Members' Distributions	 (780,000)
Members' Equity, End of Year	\$ 875,112

#### SEQUENCE FINANCIAL SPECIALISTS LLC STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31, 2015

Cash Flows from Operating Activities:	
Cash received from customers	\$ 2,324,461
Cash paid to suppliers and contractors	(891,590)
Interest received	58
Net cash provided by operating activities	1,432,929
Cash Flows from Investing Activities:	
Purchase of property and equipment	(2,259)
Net cash used for investing activities	 (2,259)
Cash Flows from Financing Activities:	
Members' contributions	35,000
Members' distributions	(780,000)
Net cash used for financing activities	(745,000)
Net Increase in Cash and Cash Equivalents	685,670
Cash and Cash Equivalents, Beginning of Year	140,563
Cash and Cash Equivalents, End of Year	\$ 826,233
Reconciliation of Net Income to Net Cash Provided by Operating Activities:	
Net Income	\$ 1,305,917
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:	
Depreciation	3,185
Bad debt expense	138,386
Change in operating assets and liabilities	
Decrease (Increase) in:	
Other assets	(5,400)
Accounts receivable	(103)
(Decrease) Increase in:	
Accounts payable	(1,184)
Accrued expenses	 (7,872)
Total adjustments	 127,012
Net Cash Provided by Operating Activities	\$ 1,432,929

#### SEQUENCE FINANCIAL SPECIALISTS LLC NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 2015

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of Sequence Financial Specialists LLC (the "Company") is presented to assist in understanding the Company's financial statements. The financial statements and notes are the representation of the Company's management, who is responsible for their integrity and objectivity. These accounting policies conform to accounting principles generally accepted in the United States of America and have been consistently applied in the preparation of the financial statements.

#### **Organization and Nature of Business**

Sequence Financial Specialists LLC is a broker-dealer registered with the Securities and Exchange Commission (SEC) and is a member of the Financial Industry Regulatory Authority, Inc. (FINRA). The Company is a South Carolina Limited Liability Company.

#### **Limited Liability Company**

The members of Sequence Financial Specialists LLC have limited liability.

#### Cash and Cash Equivalents

Financial instruments that potentially subject the Company to concentrations of credit risk consist principally of cash deposits. Accounts at each institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to certain limits and may, at times, be in excess of those limits. The Company had \$658,468 in cash balances in excess of FDIC coverage at December 31, 2015. For purposes of the Statement of Cash Flows, the Company has defined cash equivalents as highly liquid investments, with original maturities of less than three months that are not held for sale in the ordinary course of business.

#### **Accounts Receivable**

Accounts receivable are stated at the amount the Company expects to collect. The Company maintains allowances for doubtful accounts for estimated losses resulting from the inability of its customers to make required payments. Management considers the following factors when determining the collectability of specific customer accounts: customer credit-worthiness, past transaction history with the customer, current economic industry trends, and changes in customer payment terms. Past due balances over 90 days and other higher risk amounts are reviewed individually for collectability. If the financial condition of the Company's customers were to deteriorate, adversely affecting their ability to make payments, additional allowances would be required. Based on management's assessment, the Company provides for estimated uncollectible amounts through a charge to earnings and a credit to a valuation allowance. Balances that remain outstanding after the Company has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to accounts receivable.

#### **Property and Equipment**

Property and equipment are stated at cost less accumulated depreciation and amortization. Depreciation is computed using the straight line method over estimated useful lives of related assets. Depreciation expense for the year ended December 31, 2015 was \$3,185.

#### Advertising

The Company expenses advertising costs as they are incurred. For the year ended December 31, 2015, Sequence Financial Specialists LLC had \$14,598 in advertising expenses.

#### SEQUENCE FINANCIAL SPECIALISTS LLC NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 2015

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

#### **Income Taxes**

The Company was established as a Limited Liability Company (LLC), which, in lieu of corporate income taxes, the members of an LLC are taxed on their proportionate share of the Company's taxable income.

The Company recognizes and measures its unrecognized tax positions in accordance with FASB ASC 740, Income Taxes. Under that guidance the Company assesses the likelihood, based on their technical merit, that tax positions will be sustained upon examination based on the facts, circumstances and information available at the end of each period. The measurement of unrecognized tax position is adjusted when new information is available, or when an event occurs that requires a change. Management has considered this guidance and there was no impact to these financial statements associated with this consideration.

#### 2. CERTAIN SIGNIFICANT RISKS AND UNCERTAINTIES

#### **Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Significant estimates include collectability of accounts receivable, amounts due from related parties and depreciable lives and depreciation methods for fixed assets. It is at least reasonably possible that the estimate of the effect on the financial statements of a condition, situation, or set of circumstances that existed at the date of the financial statements will change in the near term due to one or more future confirming events. The effect of this change would be material to the financial statements.

#### **Concentration in Business**

During the year ended December 31, 2015, 84% of the Company's operating revenue came from one customer. Due to the nature of the Company's business, it is reasonably possible that the loss of a customer or the default on receivables due from customers could have an adverse effect on the Company's results of operations and financial condition.

#### 3. PROPERTY AND EQUIPMENT

Property and equipment at December 31, 2015 are as follows:

Software	\$ 7,069
Office equipment & furniture	 13,810
	20,879
Accumulated depreciation	 (18,082)
Net property and equipment	\$ 2,797

#### SEQUENCE FINANCIAL SPECIALISTS LLC NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 2015

#### 4. NET CAPITAL REQUIREMENTS

The Company is subject to the SEC Uniform Net Capital Rule (SEC Rule 15c3-1), which requires the maintenance of minimum net capital, and limits the ratio of aggregate indebtedness to net worth. At December 31, 2015, the Company had net capital of \$803,132, which was in excess of the required net capital balance.

#### 5. SUBSEQUENT EVENTS

Management has evaluated the effect subsequent events would have on the financial statements of the Company at December 31, 2015, through February 24, 2016, which is the date the financial statements were available to issue. There were no material subsequent events requiring recognition or additional disclosure in these financial statements.

## SEQUENCE FINANCIAL SPECIALISTS LLC SCHEDULE I – COMPUTATION OF NET CAPITAL PURSUANT TO RULE 15c3-1 DECEMBER 31, 2015

#### Aggregate Indebtedness:

Accounts payable and accrued expenses	\$ 23,101
Total aggregate indebtedness:	\$ 23,101
Net Capital:	
Members' equity	\$ 875,112
Adjustments to net capital:	
Accounts receivable, net	(55,026)
Other assets	(14,157)
Property and equipment, net	(2,797)
Net Capital, as defined	803,132
Minimum Net Capital Requirement	 5,000
Net Capital in Excess of Requirement	\$ 798,132
Ratio of Aggregate Indebtedness to Net Capital	 3%

## SEQUENCE FINANCIAL SPECIALISTS LLC SCHEDULE I – COMPUTATION OF NET CAPITAL PURSUANT TO RULE 15c3-1 - CONTINUED DECEMBER 31, 2015

	UNAUDITED			)
	Per FOCUS Report		Difference from Audited Financial Statements	
Aggregate Indebtedness:				
Accounts payable and accrued expenses	\$	23,102	\$	(1)
Total aggregate indebtedness:	\$	23,102	\$	(1)
Net Capital:				
Members' equity	\$	1,014,118	\$	(139,006)
Adjustments to net capital:				
Accounts receivable Property and equipment, net Other Assets		(193,412) (3,417) (14,157)		138,386 620 -
Net Capital, as defined		803,132		-
Minimum Net Capital Requirement	***	5,000		-
Net Capital in Excess of Requirement	\$	798,132	\$	-
Ratio of Aggregate Indebtedness to Net Capital		3%		

The differences are due to adjustments Sequence Financial Specialists LLC made to the financials after the FOCUS report was issued.

# SEQUENCE FINANCIAL SPECIALISTS LLC SCHEDULE II – STATEMENT OF CHANGES IN LIABILITIES SUBORDINATED TO CLAIMS OF GENERAL CREDITORS FOR THE YEAR ENDED DECEMBER 31, 2015

Balance, Beginning of Year	\$	-
Increases		-
Decreases	·	
Balance, End of Year	\$	-

# SEQUENCE FINANCIAL SPECIALISTS LLC SCHEDULE HI – COMPUTATION FOR DETERMINATION OF RESERVE REQUIREMENTS UNDER SEC RULE 15c3-3 (EXEMPTION) DECEMBER 31, 2015

Schedule III - Computation for Determination of Reserve Requirements Under SEC Rule 15c3-3 is not applicable for Sequence Financial Specialists LLC at and for the year ended December 31, 2015.

## SEQUENCE FINANCIAL SPECIALISTS LLC SCHEDULE IV – INFORMATION RELATING TO POSSESSION OR CONTROL REQUIREMENTS UNDER SEC RULE 15c3-3 (EXEMPTION) DECEMBER 31, 2015

Schedule IV - Information Relating to Possession or Control Requirements Under SEC Rule 15c3-3 is not applicable for Sequence Financial Specialists LLC at and for the year ended December 31, 2015.



American Institute of CPAs | Public Company Accounting Oversight Board | SC Association of CPAs

#### REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Members Sequence Financial Specialists, LLC Charleston, South Carolina

We have reviewed management's statements, included in the accompanying Exemption Report, in which (1) Sequence Financial Specialists LLC identified the following provisions of 17 C.F.R. §15c3-3(k) under which Sequence Financial Specialists LLC claimed an exemption from 17 C.F. R. §240.15c3-3 ((2)(i)) (the "exemption provisions") and (2) Sequence Financial Specialists LLC stated that Sequence Financial Specialists LLC met the identified exemption provisions throughout the most recent fiscal year without exception. Sequence Financial Specialists LLC's management is responsible for compliance with the exemption provisions and its statements.

Our review was conducted in accordance with the standards of the Public Company Accounting Oversight Board (United States), and, accordingly, included inquiries and other required procedures to obtain evidence about Sequence Financial Specialists LLC's compliance with the exemption provisions. A review is substantially less in scope than an examination, the objective of which is the expression of an opinion on management's statements. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to management's statements referred to above for them to be fairly stated, in all material respects, based on the provisions set forth in paragraph (k)(2)(i) of Rule 15c3-3 under the Securities Exchange Act of 1934.

Glaser and Company, LLC

Mount Pleasant, South Carolina

Gloser and Company, LLC

February 24, 2016



#### Sequence Financial Specialists, LLC. Exemption Report

Sequence Financial Specialists, LLC. (the "Company") is a registered broker-dealer subject to Rule 17a-5 promulgated by the Securities and Exchange Commission (17 C.F.R. §240.17a-5, "Reports to be made by certain brokers and dealers"). This Exemption Report was prepared as required by 17 C.F.R. § 240.17a-5(d)(1) and (4). To the best of its knowledge and belief, the Company states the following:

- (1) The Company claimed an exemption from 17 C.F.R. § 240.15c3-3 under the following provisions of 17 C.F.R. § 240.15c3-3 (k)(2)(i)
- (2) The Company met the identified exemption provision in 17 C.F.R. § 240.15c3-3(k)(2)(i) throughout the most recent fiscal year without exception

#### Sequence Financial Specialists, LLC.

I, Michael Grady, swear (or affirm) that, to my best knowledge and belief, this Exemption Report is true and correct.

Michael Grady, CCO

January 4, 2016

FLORENCE, SC 1411 Second Loop Rd

ATLANTA, GA 2550 Heritage Court, Suite 125 SEQUENCE FINANCIAL SPECIALISTS

CHARLESTON, SC (HQ) 843-853-8222 40 Calhoun Street, Suite 330

www.sequencefinancialspecialists.com

Houston, TX 510 Bering Drive, Suite 300

Austin, TX 1250 Capital of Texas Highway South Building Three, Suite 400



American Institute of CPAs | Public Company Accounting Oversight Board | SC Association of CPAs

### INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES REPORT ON SCHEDULE OF ASSESSMENT AND PAYMENTS FORM (FORM SIPC-7)

To the Members Sequence Financial Specialists LLC Charleston, South Carolina

In accordance with Rule 17a-5(e)(4) under the Securities Exchange Act of 1934, we have performed the procedures enumerated below with respect to the accompanying Schedule of Assessment and Payments [General Assessment Reconciliation (Form SIPC-7)] to the Securities Investor Protection Corporation (SIPC) for the year ended December 31, 2015, which were agreed to by Sequence Financial Specialists LLC and the Securities and Exchange Commission, Financial Industry Regulatory Authority, Inc., and SIPC, solely to assist you and the other specified parties in evaluating Sequence Financial Specialists LLC's compliance with the applicable instructions of the General Assessment Reconciliation (Form SIPC-7). Sequence Financial Specialists LLC's compliance with those requirements. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose. The procedures we performed and our findings are as follows:

- 1. Compared the listed assessment payments in Form SIPC-7 with respective cash disbursement records entries as recorded in the entity's accounting system noting no differences;
- 2. Compared the amounts reported on the audited Form X-17A-5 for the year ended December 31, 2015, as applicable, with the amounts reported in Form SIPC-7 for the year ended December 31, 2015, noting no differences;
- 3. Compared any adjustments reported in Form SIPC-7 with supporting schedules and working papers noting no differences;
- 4. Proved the arithmetical accuracy of the calculations reflected in Form SIPC-7 and in the related schedules and working papers supporting the adjustments noting no differences; and
- 5. Compared the amount of any overpayment applied to the current assessment with the Form SIPC-7 on which it was originally computed noting no differences (if applicable).

We were not engaged to, and did not conduct an examination, the objective of which would be the expression of an opinion on compliance. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the specified parties listed above and is not intended to be and should not be used by anyone other than these specified parties.

Glaser and Company, LLC

Mount Pleasant, South Carolina

loser and Company, LLC

February 24, 2016

# ORKING COPY

## **SIPC-7** (33-REV 7/10)

#### SECURITIES INVESTOR PROTECTION CORPORATION P.O. Box 92185 Washington, D.C. 20090-2185 202-371-8300

General Assessment Reconciliation

**SIPC-7**(33-REV 7/10)

For the fiscal year ended December 31 , 20 15 (Read carefully the instructions in your Working Copy before completing this Form)

#### TO BE FILED BY ALL SIPC MEMBERS WITH FISCAL YEAR ENDINGS

1. Na purp	ame of oses o	Member, address, f the audit requiren	Designated Examining and sent of SEC Rule 17a-5.	Authority, 19 :	34 Act registration no. a	and month	in which fiscal year ends for
	Se	- 6657 quence Financ Calhoun Stree	ial Specialists LLC t, Suite 330	<del></del>		please e-r	shown on the mailing label nail any corrections to on the form filed.
		arleston SC 29	•		Name and telephone respecting this form.		f person to contact
		-			Bryan Emerson	907-73	33-4303
2. A	. Gen	eral Assessment (it	em 2e from page 2)				<b>\$4,828.32</b>
В	. Less	payment made with	SIPC-6 filed (exclude in	terest)			(_469.54
		Date Paid					
С	. Less	prior overpayment	applied				(
D	. Asse	essment balance du	e or (overpayment)				4,358.78
Ε	. Inter	est computed on la	ite payment (see instru	ction E) for_	days at 20% per a	nnum	
F	. Tota	l assessment balar	ce and interest due (or	overpaymen	t carried forward)		\$ <u>4,358.78</u>
G	Che	) WITH THIS FORM ck enclosed, payab I (must be same as	le to SIPC		<sub>\$_</sub> 4,358.78		
Н	. Ove	rpayment carried fo	rward		\$(	)	
The perse	SIPC m	nember submitting t vhom it is executed rmation contained	his form and the		equence Financial Spe	ecialists L	
u 11 u	oompio						
Nate	d tha	day of	, 20 .	D	esignated Principal	(Authorized S	ignature)
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This for a	form a perio	and the assessme d of not less than	nt payment is due 60 d 6 years, the latest 2 y	lays after th ears in an e	e end of the fiscal yea asily accessible place.	r. Retain 1	the Working Copy of this form
œ	Dates:			······································			
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REVIEWER	Calcula	ations		Documenta	ition		Forward Copy
S S	Except	ions:					
S	Dispos	ions: ition of exceptions:					

## DETERMINATION OF "SIPC NET OPERATING REVENUES" AND GENERAL ASSESSMENT

		Amounts for the fiscal period beginning 01/01 , 20 15
		and ending 12/31 , 20 15
Item No. 2a. Total revenue (FOCUS Line 12/Part IIA Lir	re 9, Code 4030)	\$2,206,014
2b. Additions:	,	
	business of subsidiaries (except foreign subsidiaries) and	
(2) Net loss from principal transactions	s in securities in trading accounts.	
(3) Net loss from principal transaction	s in commodities in trading accounts.	
(4) Interest and dividend expense ded	ucted in determining item 2a.	
(5) Net loss from management of or pa	rticipation in the underwriting or distribution of securities.	
(6) Expenses other than advertising, p profit from management of or parti	rinting, registration fees and legal fees deducted in determining n cipation in underwriting or distribution of securities.	et
(7) Net loss from securities in investm	ent accounts.	
Total additions		
investment trust, from the sale of v	chares of a registered open end investment company or unit variable annuities, from the business of insurance, from investmen stered investment companies or insurance company separate security futures products.	nt
(2) Revenues from commodity transact	ions.	
(3) Commissions, floor brokerage and clearance paid to other SIPC members in connection with securities transactions.		254,848
(4) Reimbursements for postage in cor	nection with proxy solicitation.	
(5) Net gain from securities in investm	ent accounts.	e.,
(6) 100% of commissions and markups (ii) Treasury bills, bankers accepts from issuance date.	earned from transactions in (i) certificates of deposit and inces or commercial paper that mature nine months or less	
(7) Direct expenses of printing adverti related to the securities business	sing and legal fees incurred in connection with other revenue (revenue defined by Section 16(9)(L) of the Act).	
(8) Other revenue not related either di (See Instruction C):	rectly or indirectly to the securities business.	
Interest Income and	Reimbursed Income	19,837
(9) (I) Total interest and dividend expe	ense (FOCUS Line 22/PART IIA Line 13,	
Code 4075 plus line 2b(4) above of total interest and dividend in	e) but not in excess	<b>.</b>
(ii) 40% of margin interest earned accounts (40% of FOCUS line 5		-
Enter the greater of line (i) or (	ii)	
Total deductions		274,685
2d. SIPC Net Operating Revenues		\$
2e. General Assessment @ .0025		\$ <u>4,828.32</u>
		(to page 1, line 2.A.)

www.LeGayeLaw.com

Fax: (866) 338-6353

Tel: (281) 367-2454

2002 Timberloch Drive, Suite 200  $\diamond$  The Woodlands, Texas 77380

February 25, 2016

Via Overnight Delivery

Mail Processing Section FEB 2 6 2016 Washington DC

Securities & Exchange Commission 100 F Street, NE Washington, DC 20549

RE: Sequence Financial Specialists LLC; Firm ID # 132915
Annual Audit Report, Form X-17A-5

Dear Sir or Madam:

On behalf of the above captioned member firm, enclosed please find two (2) counter-original Annual Audited Reports for the fiscal year ended December 31, 2015 with supporting Facing Pages.

Should you have any questions regarding the enclosed reports, please feel free to contact the undersigned or Michael W. Grady – Sequence Financial Specialists LLC.

Sincerely,

Debra M. Schaps\* Enclosures (as stated)

Jelua M. Schaps

cc: Michael W. Grady – Sequence Financial Specialists LLC (electronic)

SEC – Atlanta Regional Office (electronic)

FINRA (filed electronically)

Securities Investor Protection Corporation (SIPC) (electronic)

**Arizona Corporation Commission (electronic)** 

Hawaii Bureau of Securities Regulations (w/enclosure)

<sup>\*</sup> Not Licensed to Practice Law